

## **§ 1389.6. Compensation of a person or entity employed or contracted; Performance goals or quotas**

Compensation of a person or entity employed by, or contracted with, a health care service plan shall not be based on, or related in any way to, the number of contracts that the person or entity has caused or recommended to be rescinded, canceled, or limited, or the resulting cost savings to the health plan. A health care service plan shall not set performance goals or quotas, or provide compensation to any person or entity employed by, or contracted with, the health care service plan, based on the number of persons whose coverage is rescinded or any financial savings to the health care service plan associated with rescission of coverage.

### **HISTORY:**

Added Stats 2008 ch 188 § 1 (AB 1150),  
effective January 1, 2009.